

4 May 1959

MEMORANDUM FOR: Deputy Director (Intelligence)

SUBJECT: Budgetary Support for State Production of NIS

1. In response to your request for information in connection with a proposed divided budgetary support for production of NIS in State, the following is submitted:

	<u>Initial Sections</u>	<u>Maintenance Sections</u>	<u>Total Sections</u>	<u>Percent Initial</u>	<u>Percent Maintenance</u>
FY 1959 (est. actual)	147	55	202	73	27
FY 1960 (forecast)	121	81	202	60	40
FY 1961 (forecast)	101	101	202	50	50
FY 1962 (forecast)	81	121	202	40	60

These figures are for NIS units entirely or primarily produced in State.

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[REDACTED] These latter units are reviewed by State, which contends that the amount of work involved in this review is generally equivalent to the production of a unit.

2. The above figures must be understood as tentative, inasmuch as final results for FY 1959 are not yet known and units to be produced in the subsequent fiscal years have not been firmned up and are subject to adjustments. The projections for FY 1960 and beyond are based on the standing yearly State commitment. The proportions for Initial and Maintenance sections reflect an increasing emphasis on Maintenance which the NIS Committee now has under study.

Distribution: 4/25/80

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Assistant Director
Basic Intelligence

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